COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT FILING OF) CASE NO. JUDY WATER ASSOCIATION) 2015-00219

ORDER

On July 1, 2015, Judy Water Association ("Judy Water") submitted its application for approval to adjust its rates pursuant to the purchased water adjustment procedure.¹

This filing was rejected as deficient. On July 17, 2015, Judy Water filed information that cured the deficiencies and the application was accepted as filed as of that date. The Commission, having reviewed the record and being sufficiently advised, finds that:

- 1. Judy Water purchases water from the Mt. Sterling Water & Sewer System ("Mt. Sterling") and from the city of North Middletown ("North Middletown").
- 2. Mt. Sterling notified Judy Water that effective August 1, 2015, Mt. Sterling would increase its wholesale rate to Judy Water from \$2.77 per 1,000 gallons to \$2.85 per 1,000 gallons.² Judy Water proposed to increase the water rates to its customers effective August 1, 2015, to reflect the increased cost of purchased water.
- 3. Judy Water proposed a purchased water adjustment factor of \$0.07 per 1,000 gallons.

¹ KRS 278.015; 807 KAR 5:068.

² TFS 2015-00386 (Ky. PSC filed Jun. 22, 2015); The tariff was accepted for filing by the Commission by letter dated July 31, 2015.

- 4. During the 12 months ended May 31, 2015, Judy Water purchased 117,292,100 gallons of water from Mt. Sterling and 36,367,000 gallons of water from North Middletown and sold 134,396,600 gallons. The increase in the cost of purchased water is \$9,383.37, resulting in a purchased water adjustment factor of \$0.07 per 1,000 gallons.
- 5. The purchased water adjustment factor of \$0.07 per 1,000 gallons, as calculated in Appendix A to this Order, is fair, just and reasonable and should be approved.
 - 6. Judy Water's proposed rates should be approved.
- 7. The rates as set forth in Appendix B to this Order, are fair, just and reasonable and should be approved for water service rendered on and after August 1, 2015.

IT IS THEREFORE ORDERED that:

- 1. Judy Water's proposed rates are approved.
- 2. The purchased water adjustment factor of \$0.07 per 1,000 gallons is approved.
- 3. The rates as set forth in Appendix B to this Order are approved for water service rendered on and after August 1, 2015.
- 4. Within 20 days of the date of this Order, Judy Water shall file with the Commission, using the Commission's electronic Tariff Filing System, revised tariff sheets showing the rates approved herein.

By the Commission

ENTERED

AUG 1 0 2015

KENTUCKY PUBLIC SERVICE COMMISSION

ATTEST:

Executive Director V

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2015-00219 DATED AUG 1 0 2015

1 1 147 .	New Rate		Base Rate
Judy Water Purchases in gallons			
Mt. Sterling	117,292,10	0	117,292,100
Volumetric rate	\$ <u>2.85/1,00</u>	_	\$ <u>2.77/1,000</u>
	\$334,282.49	9	\$324,899.12
Increased water cost			\$9,383.37
Increased water cost			\$ 69,383.37
Divided by gallons sold/1,000			<u> 1,396,600</u>
Purchased water adjustment factor		\$ 0.0698 per 1,000 gallons	
	•	or	\$ 0.07 per 1,000 gailons

APPENDIX B

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2015-00219 DATED AUG 1 0 2015

The following rates and charges are prescribed for the customers in the area served by Judy Water Association. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of the Commission prior to the effective date of this Order.

Monthly Water Rates

First	1,000 gallons	\$12.90 Minimum Bill
Next	4,000 gallons	8.53 per 1,000 gallons
Next	5,000 gallons	7.63 per 1,000 gallons
Over	10,000 gallons	6.73 per 1,000 gallons

*Billy Ray Fawns Judy Water Association, Inc. 2010 Maysville Road P. O. Box 781 Mt. Sterling, KY 40353-0781

*Judy Water Association, Inc. 2010 Maysville Road P. O. Box 781 Mt. Sterling, KY 40353-0781